

0390 Contributions to the Judges' Retirement System

The Judges' Retirement System provides retirement benefit funding for judges on California's Supreme, Appellate, and Superior/Municipal courts.

The Judges' Retirement System provides retirement, disability, and death benefits based on age, years of service, compensation of active judges, and eligibility, as determined by specific sections of the Judges' Retirement Law. Active judges and the state each contribute 8 percent of salary to the Judges' Retirement System. Additional contributions come from filing fees for specific civil cases and investment income. These contributions, however, are not sufficient to fully fund benefit payments. Consequently, current law requires the state to fund the difference between existing contribution sources and the required benefit payments to retired judges.

A second retirement system for judges was established in 1994. All new judges elected or appointed on or after November 9, 1994 become members of the Judges' Retirement System II. The Judges' Retirement System II receives contributions from judges equal to 8 percent of salary as well as any investment income. The state's contributions are adjusted annually to maintain actuarial soundness of the fund. Judges' Retirement System II members eligible for a service retirement have the option of choosing the monetary credit plan (a lump-sum return of contributions and interest earned) or the defined benefit plan.

Effective January 1, 2013, provisions of the California Public Employees' Pension Reform Act of 2013, Chapter 296, Statutes of 2012 (AB 340), require that new judges contribute 50 percent of the normal cost of their pension benefits.

3-YR EXPENDITURES AND POSITIONS

		Positions			Expenditures		
		2014-15	2015-16	2016-17	2014-15*	2015-16*	2016-17*
0190	State Operations	-	-	-	\$4,391	\$4,245	\$4,132
0195	Local Assistance	-	-	-	240,376	252,253	266,006
0200	Benefit Payments	-	-	-	215,758	213,016	220,089
TOTALS, POSITIONS AND EXPENDITURES (All Programs)		-	-	-	\$460,525	\$469,514	\$490,227
FUNDING					2014-15*	2015-16*	2016-17*
0001	General Fund				\$244,767	\$256,498	\$270,138
0815	Judges Retirement Fund				201,734	203,139	208,162
0884	Judges Retirement System II Fund				14,024	9,877	11,927
TOTALS, EXPENDITURES, ALL FUNDS					\$460,525	\$469,514	\$490,227

LEGAL CITATIONS AND AUTHORITY

DEPARTMENT AUTHORITY

Government Code, Title 8, Chapters 11 and 11.5.

DETAILED BUDGET ADJUSTMENTS

		2015-16*			2016-17*		
		General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Workload Budget Adjustments							
Other Workload Budget Adjustments							
•	Miscellaneous Baseline Adjustments	-\$738	-\$4,436	-	\$12,902	\$2,637	-
Totals, Other Workload Budget Adjustments		-\$738	-\$4,436	-	\$12,902	\$2,637	-
Totals, Workload Budget Adjustments		-\$738	-\$4,436	-	\$12,902	\$2,637	-
Totals, Budget Adjustments		-\$738	-\$4,436	-	\$12,902	\$2,637	-

* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

0390 Contributions to the Judges' Retirement System - Continued**Judges' Retirement Fund Summaries**

0815 Judges' Retirement Fund	PY 2014-15*	CY 2015-16*	BY 2016-17*
Beginning Balance	\$57,705	\$41,789	\$35,092
Revenues:			
Investment Income	\$90	\$65	\$55
State Contributions	183,109	194,388	206,030
Member Contributions	3,877	3,287	2,581
Contribution Refunds	(134)	(48)	(48)
Total Revenues	\$186,942	\$197,692	\$208,618
Expenditures:			
Pension Benefit Payments	\$201,734	\$203,139	\$208,162
Administrative Expenditures	1,124	1,250	1,250
Total Expenditures	\$202,858	\$204,389	\$209,412
Ending Fund Balance	\$41,789	\$35,092	\$34,298
0884 Judges' Retirement System II Fund	PY 2014-15*	CY 2015-16*	BY 2016-17*
Beginning Balance	\$1,014,295	\$1,084,474	\$1,238,029
Revenues:			
Investment Income	(\$2,410)	\$75,913	\$86,662
State Contributions	65,629	66,258	68,256
Member Contributions	22,242	22,681	23,365
Contribution Refunds	(16)	(53)	(53)
Total Revenues	\$85,445	\$164,799	\$178,230
Expenditures:			
Pension Benefit Payments	\$14,024	\$9,877	\$11,927
Administrative Expenditures	1,242	1,367	1,367
Total Expenditures	\$15,266	\$11,244	\$13,294
Ending Fund Balance	\$1,084,474	\$1,238,029	\$1,402,965

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0390 Contributions to the Judges' Retirement System - Continued**DETAILED EXPENDITURES BY PROGRAM**

		<u>2014-15*</u>	<u>2015-16*</u>	<u>2016-17*</u>
	PROGRAM REQUIREMENTS			
0190	STATE OPERATIONS			
	State Operations:			
0001	General Fund	\$4,391	\$4,245	\$4,132
	Totals, State Operations	\$4,391	\$4,245	\$4,132
	PROGRAM REQUIREMENTS			
0195	LOCAL ASSISTANCE			
	Local Assistance:			
0001	General Fund	\$240,376	\$252,253	\$266,006
	Totals, Local Assistance	\$240,376	\$252,253	\$266,006
	PROGRAM REQUIREMENTS			
0200	BENEFIT PAYMENTS			
	Unclassified:			
0815	Judges Retirement Fund	\$201,734	\$203,139	\$208,162
0884	Judges Retirement System II Fund	14,024	9,877	11,927
	Totals, Unclassified	\$215,758	\$213,016	\$220,089
	TOTALS, EXPENDITURES			
	State Operations	4,391	4,245	4,132
	Local Assistance	240,376	252,253	266,006
	Unclassified	215,758	213,016	220,089
	Totals, Expenditures	\$460,525	\$469,514	\$490,227

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

1 STATE OPERATIONS	2014-15*	2015-16*	2016-17*
0001 General Fund			
APPROPRIATIONS			
001 Budget Act appropriation (transfer to Judges' Retirement Fund)	\$1,150	\$1,150	\$1,150
Government Code section 75101 (JRS I)	771	724	661
Past year adjustments	165	-	-
Revised estimates	74	118	-
Government Code section 75600.5 (JRS II)	1,542	1,809	2,321
Past year adjustments	517	-	-
Revised estimates	172	444	-
TOTALS, EXPENDITURES	\$4,391	\$4,245	\$4,132
Total Expenditures, All Funds, (State Operations)	\$4,391	\$4,245	\$4,132
2 LOCAL ASSISTANCE	2014-15*	2015-16*	2016-17*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation (transfer to Judges' Retirement Fund)	\$174,043	\$185,803	\$198,152
Government Code section 75101 (JRS I)	2,735	2,566	1,920
Past year adjustments	-60	-	-
Revised estimates	260	-121	-
Government Code section 75600.5 (JRS II)	55,566	65,184	65,934
Past year adjustments	1,634	-	-

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0390 Contributions to the Judges' Retirement System - Continued

2 LOCAL ASSISTANCE	2014-15*	2015-16*	2016-17*
Revised estimates	<u>6,198</u>	<u>-1,179</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$240,376</u>	<u>\$252,253</u>	<u>\$266,006</u>
Total Expenditures, All Funds, (Local Assistance)	<u>\$240,376</u>	<u>\$252,253</u>	<u>\$266,006</u>
 4 UNCLASSIFIED	 2014-15*	 2015-16*	 2016-17*
0815 Judges Retirement Fund			
APPROPRIATIONS			
Government Code section 75025	\$209,073	\$207,960	\$208,162
Past year adjustments	3,375	-	-
Revised estimates	<u>-10,714</u>	<u>-4,821</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$201,734</u>	<u>\$203,139</u>	<u>\$208,162</u>
0884 Judges Retirement System II Fund			
APPROPRIATIONS			
Government Code section 75522	\$6,729	\$9,492	\$11,927
Past year adjustments	6,641	-	-
Revised estimates	<u>654</u>	<u>385</u>	<u>-</u>
TOTALS, EXPENDITURES	<u>\$14,024</u>	<u>\$9,877</u>	<u>\$11,927</u>
Total Expenditures, All Funds, (Unclassified)	<u>\$215,758</u>	<u>\$213,016</u>	<u>\$220,089</u>
TOTALS, EXPENDITURES, ALL FUNDS (State Operations, Local Assistance and Unclassified)	<u>\$460,525</u>	<u>\$469,514</u>	<u>\$490,227</u>

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